



# InvestNH Housing Incentive Fund

*A historic \$100 Million Fund to Rebuild and Expand Housing for New Hampshire's Next Generation*

Working with the Legislature, this multipronged approach to building more housing in New Hampshire is critical to creating regional stability for families and businesses. Using ARPA funds, the state proposes utilizing \$100 million in federal funds to provide gap funding for new multifamily housing developments, per-housing unit “bonus” incentive payments to municipalities that build multifamily developments to reinvest back in their communities, millions in funding to help municipalities demolish old and dilapidated buildings that are costly to clear, and millions to cities and towns to aid in modernizing and updating town zoning rules.

## **\$60 MILLION: Capital Subsidy Grants:**

- This funding pool will help provide gap funding for multifamily housing projects. These projects often experience the need for a final tranche of funding to complete construction. Funds under this program would be designed to be flexible enough to meet those needs quickly and get the project underway. Grants would be available only after all local permits are in place and are strictly for development, not pre-development.

## **\$30 MILLION: Municipal Impact Funding Grants:**

- This funding pool will establish per-unit "bonus" payment to municipalities for multifamily developments that have acquired all required municipal permits necessary to begin construction within 6 months of initial application to the town. These grants would be made directly to the permitting municipality to use for municipal governmental services that are eligible under ARP. A municipality could use the funds to put back in the deal, for infrastructure impacts, school impacts, purchase subsidy for certain local population, etc.

## **\$5 MILLION: Demolition Grants:**

- Many communities are unable to advance redevelopment initiatives due to old or unusable buildings. This competitive program would provide municipal awards to help defray demolition-related costs.

## **\$5 MILLION: Planning/Zoning Grants:**

- Many communities are willing and able to improve or expand their housing stock, but are unable to invest in the costs of establishing or updating their town zoning rules. This competitive program will provide grants to communities so they can update planning and zoning regulations to define zones and facilitate housing development and/or mixed commercial development zones.